STATE OF NORTH DAKOTA COUNTY OF BURLEIGH

BEFORE THE SECURITIES COMMISSIONER

In the matter of Private Gifting,)
Sharing Equally, For Kids, Inc., Randy	ý
Bertsch, Betty Holzer, Daniel Reimche,) CEASE AND DESIST ORDER,
Betty Wahl, Carl Lamm, Raymond) NOTICE OF CIVIL PENALTY, AND
Kotchian, Robin Stene, Gered and) NOTICE OF RIGHT TO
Kristy Keller, and their Officers,) REQUEST A HEARING
Directors, Agents and Employees,)
Respondents.	,)

THE SECURITIES COMMISSIONER OF THE STATE OF NORTH DAKOTA TO PRIVATE GIFTING, SHARING EQUALLY, FOR KIDS, INC., RANDY BERTSCH, BETTY HOLZER, DANIEL REIMCHE, BETTY WAHL, CARL LAMM, RAYMOND KOTCHIAN, ROBIN STENE, GERED AND KRISTY KELLER AND THEIR OFFICERS, DIRECTORS, AGENTS AND EMPLOYEES:

The Securities Commissioner has a reasonable basis to believe that the Respondents have engaged in, are engaging in, or are about to engage in, acts, practices or transactions, as more fully described below, which are prohibited under Chapter 10-04 of the North Dakota Century Code (N.D.C.C.). It is necessary and appropriate in the public interest and for the protection of investors to restrain these acts, practices, or transactions of the Respondent.

- 1. The Respondents have offered for sale and/or sold investments to residents of North Dakota in violation of §10-04-04 N.D.C.C. The subject investments are securities as defined in §10-04-02(13) N.D.C.C.
- 2. The subject investments have not been registered with the Securities Commissioner under §10-04-07; §10-04-07.1; §10-04-08; or §10-04-08.1 N.D.C.C.; are not exempt securities under §10-04-05 N.D.C.C; and have not been offered for sale or sold in exempt transactions under §10-04-06 N.D.C.C.
- 3. The Respondents have not registered as a securities salesman in violation of §10-04-10(2) N.D.C.C.
- 4. The Respondents have engaged in a scheme or artifice to defraud investors and potential investors through the investment scheme, in violation of §10-04-15 N.D.C.C.

NOW, THEREFORE, IT IS ORDERED, pursuant to §10-04-16 N.D.C.C., that the Respondents shall immediately CEASE AND DESIST:

- 1. From offering for sale or selling in North Dakota the subject investment, or any other investment interest however denominated, unless and until such investment interests have been registered with the Securities Commissioner.
- 2. From offering for sale or selling investments in North Dakota unless and until they have registered with the Securities Commissioner as dealers or salesmen.
- 3. From engaging in any scheme or artifice to defraud investors, or otherwise engaging in a fraudulent or deceptive act while offering for sale or selling securities or investments in North Dakota or to North Dakota residents.

This order does not prohibit the offer or sale of securities through exempt securities transactions under §10-04-06 N.D.C.C., nor does it prohibit <u>registered</u> dealers and sales agents form offering or selling exempt securities under §10-04-05 N.D.C.C.

YOU ARE NOTIFIED that any willful violation of this order is a Class B Felony pursuant to §10-04-18(1) N.D.C.C. Pursuant to §12.1-32-01 N.D.C.C., a Class B Felony is punishable by a \$10,000 fine and 10 years' imprisonment.

NOTICE OF CIVIL PENALTIES

YOU ARE NOTIFIED that the above-cited violations are sufficient grounds for the imposition of civil penalties pursuant to §10-04-16(1) N.D.C.C. The Securities Commissioner does herein assess civil penalties as follows:

- 1. The Gifting Program, Sharing Equally, and For Kids, Inc. are hereby assessed, jointly and severally, a civil penalty of \$10,000.
- 2. Randy Bertsch is hereby assessed a civil penalty of \$10,000.
- 3. Betty Holzer is hereby assessed a civil penalty of \$10,000.
- 4. Daniel Reimche is hereby assessed a civil penalty of \$10,000.

- 5. Betty Wahl is hereby assessed a civil penalty of \$10,000.
- 6. Carl Lamm is hereby assessed a civil penalty of \$10,000.
- 7. Raymond Kotchian is hereby assessed a civil penalty of \$10,000.
- 8. Robin Stene is hereby assessed a civil penalty of \$10,000.
- 9. Gered and Kristy Keller are hereby assessed, jointly and severally, a civil penalty of \$10,000.

In addition to the civil penalties assessed above, the Commissioner expressly reserves the authority to assess additional civil penalties, not to exceed \$10,000 per violation, regarding the violations outlined above, any other violations subsequently discovered, or any future securities violations or violations of this order.

NOTICE OF RIGHT TO REQUEST HEARING

YOU ARE NOTIFIED that pursuant to §10-04-12 N.D.C.C. you may request a hearing before the Securities Commissioner if such a request is made in writing WITHIN TEN (10) DAYS AFTER THE RECEIPT OF THIS ORDER. The respondent has the right to be represented by legal counsel at the hearing.

IN TESTIMONY WHEREOF, witness my hand and seal this 11th day of July, 2000.

SEAL SECURITIES COMMISSION

Syver Vinle, Securities Commissioner Office of the Securities Commissioner 600 East Boulevard Ave. State Capitol – Fifth Floor Bismarck, ND 58505-0510 (701) 328-2910